GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:7526
ANSWERED ON:15.05.2000
CESS ON PETROLEUM PRODUCTS
SHANKERSINH VAGHELA;SUKDEO PASWAN

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether revenue is earned by levying taxes and cess on petroleum products;

(b) if so, the average annual amount earned during the last three years;

(c) whether there are any arrangements to incur expenditure in the petroleum sector by setting up a fund out of this amount; and

(d) if so, the details thereof and if not, the reasons therefor?

Answer

MINISTER OF STATE IN THE MINISTRY OF PETROLEUM AND NATURAL GAS (SHRI SANTOSH KUMAR GANGWAR)

(a): Yes, Sir.

(b): The average annual amount of revenue during the last three years from 1997-98 to 1999-2000 is Rs.24,777 crore (provisional).

(c) & (d): The tax/cess proceeds are the resources for financing the expenditure as approved by the Parliament. Financing of any sector from the budget is not necessarily linked to the revenue raised from that sector.